

HUMBLE OIL & REFINING COMPANY

Hobbs, New Mexico
February 24, 1965

Re: Request to Commingle Oil
Production from the Tobac
Pennsylvanian Pool, New
Mexico State "BW" Lease
with the New Mexico State
"BX" Lease, located in
Section 16, T-8-S, R-33-E,
Chaves County, New Mexico

Mr. A. L. Porter, Jr., Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Dear Mr. Porter:

Humble Oil & Refining Company requests administrative approval to commingle oil production from the Tobac Pennsylvanian Pool on our New Mexico State "BW" Lease, New Mexico State Lease No. E-9089, located in the SE/4 of Section 16, T-8-S, R-33-E, with oil production from the Tobac Pennsylvanian Pool on our New Mexico State "BX" Lease, New Mexico State Lease No. K-4495, located in the SW/4 and N/2 of Section 16, T-8-S, R-33-E, Chaves County, New Mexico.

Beneficiary for land in Section 16 is Common Schools. It is requested that the New Mexico State "BW" and "BX" Leases be allowed to produce into common storage with each well prorated on the basis of well tests.

We are enclosing approval of the Commissioner of Public Lands and the crude oil purchaser, The Permian Corporation.

The attached plat shows the location of the present tank battery, producing wells and well now being drilled.

Very truly yours,

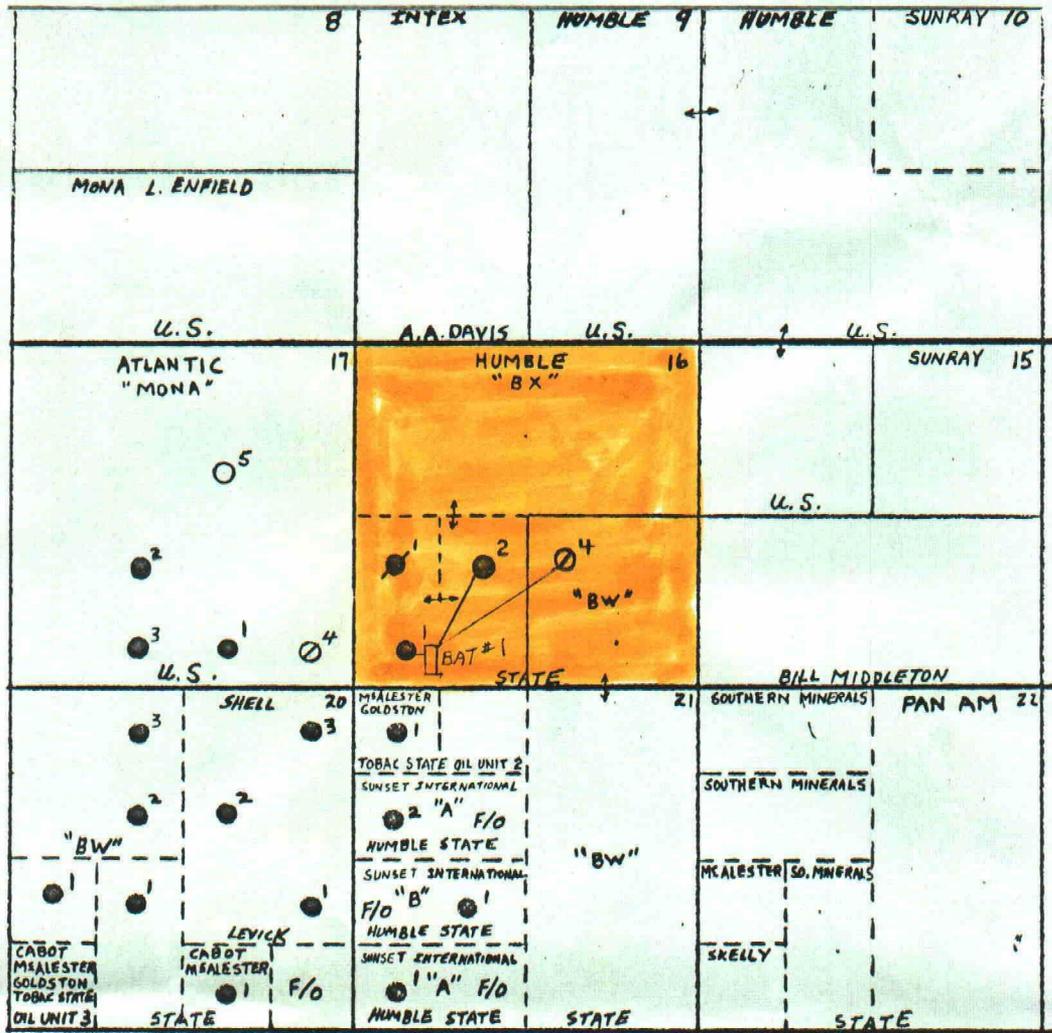
HUMBLE OIL & REFINING COMPANY

R. R. Alworth
District Superintendent

DFL/afc

Encls.

HUMBLE OIL & REFINING COMPANY
 NEW MEXICO STATE "BW" & "BX" LEASES
 CHAVES COUNTY, NEW MEXICO



F 8 3

R-33-E

- Tobac Pennsylvanian Pool
 Penn - Bough "C" Reservoir
- Abandoned Bough "C"
 - Completion
 - Drilling

State of New Mexico



Commissioner of Public Lands



GUYTON B. HAYS
COMMISSIONER

P. O. BOX 1148
SANTA FE, NEW MEXICO

February 19, 1965

Humble Oil & Refining Company
Post Office Box 2100
Hobbs, New Mexico

In RE: Request to commingle
production from Pennsyl-
vanian (Bough "C") Pool
on State BW and State BX
Leases, Tobae Pennsylvanian
Pool, Chaves County, New
Mexico, Leases E-9089 and
K-4495.

Gentlemen:

This letter supersedes our letter of today, in which we had rejected your proposed request. However, after your telephone conversation with Mr. Ray Graham of our office, we have come up with this proposal:

We hereby grant permission to commingle production from Bough "C" on State BW and State BX in as far as Section 16 is concerned. We would require that you send us a monthly report on each well as per production and gravity.

Should you ever wish to commingle production from Section 21, then we would ask for separate metering.

This is granted with the understanding that the Commissioner of Public Lands reserves the right to amend or withdraw his approval should a loss of revenue occur to the State through this installation.

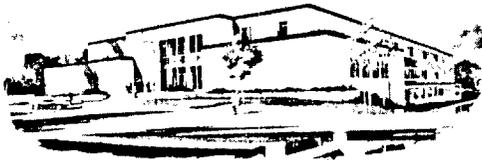
Very truly yours,

GUYTON B. HAYS,
Commissioner of Public Lands

Ted Bilberry
By: TED BILBERRY, Director, ^e
Oil and Gas Department

GBH/RGM/RDG/TB/kcl
w/cc to: Oil Conservation Commission
Oil and Gas Accounting Commission

State of New Mexico



Commissioner of Public Lands

GUYTON B. HAYS
COMMISSIONER



P. O. BOX 1148
SANTA FE, NEW MEXICO

February 19, 1965

Humble Oil & Refining Company
Post Office Box 2100
Hobbs, New Mexico

In RE: Request to commingle
production from Pennsylvanian (Bough "C") Pool
on State BW and State BX
Leases, Tobac Pennsylvanian Pool, Chaves County,
New Mexico. Leases E-9089
and K-4495.

Gentlemen:

In reference to the above request, we cannot grant approval to commingle the two leases without separate metering. The reason being that there are two beneficiaries involved. If you wish to meter one lease and use the subtraction method on the other, we will gladly give our approval.

This permission will be given with the understanding that the Commissioner of Public Lands can amend or withdraw his approval at any time should the installation not meet with the requirements for commingling, or should a loss of revenue to the State occur through this installation.

Very truly yours,

GUYTON B. HAYS,
Commissioner of Public Lands

By

TED BILBERRY, Director,
Oil and Gas Department

GBH/RGM/TB/kc1



THE PERMIAN CORPORATION

1509 W. WALL P. O. BOX 3119

MIDLAND, TEXAS, 79704

MU 3-4711

February 17, 1965

Humble Oil & Refining Company
P. O. Box 2100
Hobbs, New Mexico

Attention: Mr. Lowe

Re: Humble Oil & Refining Company
New Mexico State "BX" and
New Mexico State "BW" Leases
Section 16-8S-33E
Chaves County, New Mexico
Tobac (Penn) Field

Gentlemen:

This has reference to our telephone conversation of today in regard to the captioned leases.

The Permian Corporation, as purchaser of the crude oil production, has no objection to your commingling the crude from these leases into a common tank battery.

Yours very truly,

THE PERMIAN CORPORATION

Norvin R. Griffin

NRG/ph